FISCAL NOTE

SB 1702 - HB 1797

March 13, 1997

SUMMARY OF BILL: Requires that for any law enacted which results in a net increase of the state share of TennCare expenditures there will be appropriated an amount equal to the estimated state share of the operating cost. Such cost shall be based on the fiscal note prepared by the Fiscal Review Committee staff and be calculated from the highest of the next five years estimated expenditures in current dollars. Appropriations made pursuant to this bill shall be placed in a reserve for one-time non-recurring health related expenditures or for increasing the reserve for revenue fluctuation.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - Cost Avoidance Exceeds \$1,000,000/ Over Time

Assumes funding requirements in the bill will prevent additions to the TennCare Program that would have occurred in the absence of the bill.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

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